

Cairo University Faculty of Commerce English Section	In-class Quiz	Quiz 1 - Chapter 1
Name: _____	Third Year: Auditing (1)	Time: 10 minutes
ID: _____ Group: _____	No. of Questions: 10	Total marks: _____ of 10

1. Which of the following is considered a type of audit evidence?

- a. Electronic and documentary data about transactions
- b. Oral testimony of the auditee (client)
- c. Written and electronic communications with outsiders
- d. Observations by the auditor
- e. All of the above

Identify the most likely type of auditor performing each of the following audits and the type of audit:

2. Auditing the financial statements of the Faculty of Commerce at Cairo University.
 - a. CPA – financial statement audit
 - b. IRS agent – operational audit
 - c. GAO – Financial statement audit
 - d. Internal auditor – compliance audit
 - e. All of the above
3. Determining whether the expenditures of the Ministry of Environmental Affairs are in line with the budgeted costs.
 - a. GAO – operational audit
 - b. Internal auditor – financial statement audit
 - c. CPA – compliance audit
 - d. GAO – financial statement audit
 - e. All of the above
4. Identifying whether the environmental protection procedures of XE Inc. is in accordance with the governmental regulations.
 - a. CPA – operational audit
 - b. CPA – compliance audit
 - c. GAO – operational audit
 - d. GAO – compliance audit
 - e. All of the above
5. Which of the following can be used as criteria to evaluate the effectiveness of controls over financial reporting?
 - a. IFRS – International Financial Reporting Standards
 - b. GAAS – Generally Accepted Auditing Standards
 - c. COSO – internal control framework
 - d. IRC – Internal Revenue Code
 - e. All of the above
6. Which of the following statements distinguishes accountants and auditors?
 - a. Both have equal knowledge of evidence accumulation
 - b. The auditor is more knowledgeable about evidence accumulation
 - c. Both have knowledge of accounting principles
 - d. The accountant is more independent
 - e. All of the above

Identify the most likely type of auditor performing each of the following type of audit and whether it is a financial statement, operational, or compliance audit. Organize your answers as follows:

Situation No.	Type of audit	Type of auditor
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- 1) Determining whether the expenditures of the Ministry of Social Affairs are in line with the forecasts.
- 2) Assessing whether Maggie's Cosmetics Inc. has been abiding by the goals of all-natural-component it has set.
- 3) Evaluating the quality control procedures for a hotel to make sure it abides by regulations set by the Ministry of Tourism.
- 4) Auditing the financial statements of the Cairo University hospitals.

Answers:

1. E
2. C
3. A
4. B
5. C
6. B

1	Operational audit	GAO
2	Operational audit	Internal auditor /CPA
3	Compliance audit	Internal auditor /CPA
4	Financial statement audit	GAO